

STATE FIRE AND TORNADO FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2003

	May-03				April-03				March-03				December-02				September-02				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR				
LARGE CAP DOMESTIC EQUITY																								
Structured Growth																								
AllianceBernstein	453,164	2.8%	2.3%	3.11%	439,690	2.8%	2.3%	7.08%	416,975	2.7%	2.3%	-0.09%	301,198	2.0%	2.3%	2.89%	273,722	1.9%	2.3%	-13.54%	-1.87%	-28.65%	-16.80%	N/A
Russell 1000 Growth				4.99%				7.39%				-1.07%				7.15%				-15.05%	1.53%	-26.49%	-16.15%	N/A
Structured Value																								
LSV	363,157	2.2%	2.3%	8.88%	333,815	2.1%	2.3%	7.97%	314,030	2.1%	2.3%	-5.73%	337,813	2.2%	2.3%	6.53%	296,626	2.1%	2.3%	-18.60%	-3.91%	2.41%	5.40%	N/A
Russell 1000 Value				6.46%				8.80%				-4.86%				9.22%				-18.77%	-2.24%	-8.96%	-2.92%	N/A
S&P 500 Index																								
State Street	1,756,439	10.8%	10.5%	5.26%	1,668,644	10.6%	10.5%	8.26%	1,565,503	10.3%	10.5%	-3.17%	1,573,464	10.3%	10.5%	8.41%	1,357,318	9.5%	10.5%	-17.26%	-1.03%	-18.03%	-9.27%	3.58%
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	2,572,760	15.8%	15.0%	5.36%	2,442,150	15.6%	15.0%	8.00%	2,296,508	15.1%	15.0%	-3.02%	2,212,476	14.5%	15.0%	7.34%	1,927,666	13.5%	15.0%	-16.96%	-1.63%	-16.89%	-8.30%	3.74%
S&P 500				5.27%				8.24%				-3.15%				8.44%				-17.28%	-1.01%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	902,822	5.6%	5.0%	10.55%	816,955	5.2%	5.0%	9.39%	681,531	4.5%	5.0%	-4.21%	711,485	4.7%	5.0%	4.91%	678,217	4.8%	5.0%	-19.31%	-1.94%	-11.77%	N/A	N/A
Russell 2000 + 200bp				10.90%				9.65%				-4.00%				6.68%				-20.97%	-1.58%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	902,822	5.6%	5.0%	10.55%	816,955	5.2%	5.0%	9.39%	681,531	4.5%	5.0%	-4.21%	711,485	4.7%	5.0%	4.91%	678,217	4.8%	5.0%	-19.31%	-1.94%	-11.69%	2.22%	4.32%
Russell 2000				10.73%				9.48%				-4.49%				6.16%				-21.40%	-3.38%	-8.59%	1.67%	4.44%
CONVERTIBLES																								
TCW	1,678,218	10.3%	10.0%	4.96%	1,597,991	10.2%	10.0%	6.19%	1,546,389	10.1%	10.0%	1.16%	1,528,419	10.0%	10.0%	8.15%	1,413,223	9.9%	10.0%	-10.05%	9.69%	-20.37%	-2.22%	N/A
First Boston Convertible Index				4.44%				5.25%				3.82%				9.83%				-8.47%	14.72%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY																								
Large Cap - Active																								
Capital Guardian	1,549,645	9.5%	9.0%	4.06%	1,486,313	9.5%	9.0%	9.84%	1,416,781	9.3%	9.0%	-10.00%	1,383,531	9.1%	9.0%	7.30%	1,292,928	9.1%	10.0%	-20.58%	-12.33%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				4.41%				9.18%				-9.03%				4.04%				-20.02%	-13.71%	-14.62%	-7.32%	-1.89%
Small Cap - Value																								
Lazard	179,093	1.1%	1.0%	8.37%	169,105	1.1%	1.0%	10.52%	159,504	1.0%	1.0%	-7.11%	151,137	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				8.40%				8.30%				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	1,728,739	10.6%	10.0%	4.49%	1,655,417	10.6%	10.0%	9.91%	1,576,285	10.3%	10.0%	-9.71%	1,534,667	10.1%	10.0%	7.81%	1,292,928	9.1%	10.0%	-20.58%	-11.22%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				4.41%				9.18%				-9.03%				4.04%				-20.02%	-13.71%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	3,959,118	24.4%	25.0%	2.12%	3,883,118	24.8%	25.0%	1.70%	3,979,417	26.1%	25.0%	2.16%	3,997,839	26.3%	25.0%	2.96%	3,856,184	27.0%	25.0%	3.51%	13.08%	8.36%	8.53%	7.80%
Lehman Aggregate				1.86%				0.83%				1.39%				1.57%				4.58%	10.61%	8.62%	8.10%	7.57%
Index																								
Bank of ND	2,187,418	13.5%	15.0%	2.77%	2,121,060	13.5%	15.0%	1.05%	2,187,507	14.3%	15.0%	1.65%	2,120,738	13.9%	15.0%	1.65%	2,160,079	15.1%	15.0%	5.96%	13.69%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
Total Index	2,187,418	13.5%	15.0%	2.77%	2,121,060	13.5%	15.0%	1.05%	2,187,507	14.3%	15.0%	1.65%	2,120,738	13.9%	15.0%	1.65%	2,160,079	15.1%	15.0%	5.96%	13.69%	8.14%	7.66%	7.30%
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	7.86%	7.47%
BBB Average Quality																								
Strong	1,712,783	10.5%	10.0%	3.38%	1,658,455	10.6%	10.0%	2.62%	1,685,497	11.0%	10.0%	3.29%	1,608,132	10.6%	10.0%	4.48%	1,528,897	10.7%	10.0%	3.08%	18.01%	N/A	N/A	N/A
Lehman US Credit BAA				3.72%				2.77%				3.40%				4.59%				2.70%	18.39%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	7,859,320	48.4%	50.0%	2.57%	7,662,633	48.9%	50.0%	1.72%	7,852,421	51.5%	50.0%	1.63%	7,726,709	50.8%	50.0%	2.89%	7,545,160	52.9%	50.0%	4.11%	10.73%	7.55%	7.88%	7.42%
Lehman Gov/Credit				2.84%				1.07%				1.65%				1.73%				5.70%	13.60%	8.24%	7.86%	7.47%
CASH EQUIVALENTS																								
Bank of ND	1,502,264	9.2%	10.0%	0.11%	1,501,097	9.6%	10.0%	0.11%	1,300,898	8.5%	10.0%	0.35%	1,503,212	9.9%	10.0%	0.41%	1,406,182	9.9%	10.0%	0.48%	1.47%	2.41%	4.76%	4.99%
90 Day T-Bill				0.10%				0.09%				0.30%				0.43%				0.45%	1.38%	2.63%	4.68%	4.84%
TOTAL FIRE & TORNADO FUND	16,244,122	100.00%	100.00%	3.63%	15,676,243	100.00%	100.00%	4.17%	15,254,031	100.00%	100.00%	-0.39%	15,216,968	100.00%	100.00%	4.10%	14,263,375	100.00%	100.00%	-4.65%	6.74%	-2.37%	3.05%	6.30%
POLICY TARGET BENCHMARK				3.60%				3.60%				-0.30%				3.96%				-3.96%	6.84%	-1.42%	2.75%	5.72%

NOTE: Monthly returns and market values are preliminary and subject to change.